

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

WS-03448a

Escapes at North Ranch water

100 Rainbow Dr.

Livingston TX 773510000

RECEIVED

APR 6 4 2005

AZ Corporation Commission
Director Of Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2004
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FOR COMMISSION USE

ANN04	04
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COMPANY INFORMATION

Company Name (Business Name) <u>Rainbow Parks, Inc.</u>		
Mailing Address <u>100 Rainbow Drive</u>		
<u>Livingston</u> (City)	<u>TX</u> (State)	<u>77351</u> (Zip)
<u>936-327-8873</u> Telephone No. (Include Area Code)	<u>936-327-4388</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
Email Address _____		
Local Office Mailing Address <u>same</u>		
 (City)	 (State)	 (Zip)
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>Robert W. Carr</u> <u>President</u>			
<u>same</u> (Street)		 (City)	 (State)
 (Name)		 (Title)	
 (Street)		 (City)	 (State)
 (Zip)			
 Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address _____			
On Site Manager: <u>Karen Cannizzaro</u>			
<u>3085 Garden Ln.</u> (Street)		<u>Prescott</u> (City)	<u>AZ</u> (State)
<u>928-771-2575</u> Telephone No. (Include Area Code)		 Fax No. (Include Area Code)	<u>86305</u> (Zip)
 Pager/Cell No. (Include Area Code)			
Email Address _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☒ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	12000.00		12000.00
304	Structures and Improvements			
307	Wells and Springs	10000.00	4000.00	6000.00
311	Pumping Equipment	5284.00	4226.80	1057.20
320	Water Treatment Equipment	1500.00	1200.00	300.00
330	Distribution Reservoirs and Standpipes	74268.00	29706.80	44561.20
331	Transmission and Distribution Mains	131387.00	52554.45	78832.55
333	Services			
334	Meters and Meter Installations	17440.00	6976.00	10464.00
335	Hydrants	3900.00	3120.00	780.00
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	4000.00	4000.00	0
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	511.28	357.91	153.37
348	Other Tangible Plant			
	TOTALS	260290.28	106141.96	154148.32

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	12000.00	N/A	0
304	Structures and Improvements			
307	Wells and Springs	10000.00	.05	500.00
311	Pumping Equipment	5284.00	.10	528.40
320	Water Treatment Equipment	1500.00	.10	150.00
330	Distribution Reservoirs and Standpipes	74268.00	.05	3713.40
331	Transmission and Distribution Mains	131387.00	.05	6569.35
333	Services			
334	Meters and Meter Installations	17440.00	.05	872.00
335	Hydrants	3900.00	.10	390.00
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	4000.00	.0447225	178.89
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	511.28	.20	102.26
348	Other Tangible Plant			
	TOTALS	260290.28		13004.30

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

COMPANY NAME

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 28740.95	\$ 48021.74
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	3676.31	4552.42
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 32417.26	\$ 52574.16
	FIXED ASSETS		
101	Utility Plant in Service	\$ 255779.01	\$ 255779.01
103	Property Held for Future Use	89060.90	101784.05
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant		
121	Non-Utility Property	4511.28	4511.28
122	Accumulated Depreciation – Non Utility	4076.76	4357.91
	TOTAL FIXED ASSETS	\$ 167152.63	\$ 154148.33
	TOTAL ASSETS	\$ 199569.89	\$ 206722.49

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	277.10	260.60
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 277.10	\$ 260.60
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 0	\$ 0
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 0	\$ 0
	TOTAL LIABILITIES	\$ 277.10	\$ 260.60
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	199292.79	206461.89
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 199292.79	\$ 206461.89
	TOTAL LIABILITIES AND CAPITAL	\$ 199569.89	\$ 206722.49

COMPANY NAME

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 70742.26	\$ 75263.40
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 70742.26	\$ 75623.40
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 5654.26	\$ 3056.00
610	Purchased Water		
615	Purchased Power	10762.12	10541.70
618	Chemicals	3030.23	1717.76
620	Repairs and Maintenance	5475.32	207.33
621	Office Supplies and Expense	973.87	817.89
630	Outside Services	7563.90	5685.00
635	Water Testing		
641	Rents	6.00	
650	Transportation Expenses	383.07	
657	Insurance – General Liability		4743.50
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	771.21	702.39
403	Depreciation Expense	13182.00	13004.30
408	Taxes Other Than Income	473.47	244.34
408.11	Property Taxes	3919.97	3099.57
409	Income Tax		261.50
	TOTAL OPERATING EXPENSES	\$ 51995.42	\$ 44081.28
	OPERATING INCOME/(LOSS)	\$ 18746.84	\$ 31542.12
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ 0	\$
	NET INCOME/(LOSS)	\$ 18746.84	\$ 31542.12

COMPANY NAME

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$ 0	\$ 0	\$ 0	\$ 0
Amount Outstanding	\$ 0	\$ 0	\$ 0	\$ 0
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 0

Meter Deposits Refunded During the Test Year

\$ 0

COMPANY NAME

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-506823	30	150	10			

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
15	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10,000	1	10,000	1
60,000	1		

COMPANY NAME

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	18643
5		
6	PVC	290
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	436
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

COMPANY NAME:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	379	969002	969002
FEBRUARY	380	786796	786796
MARCH	379	954244	954244
APRIL	376	1115202	1115202
MAY	375	843166	843166
JUNE	373	925415	925415
JULY	372	742312	742312
AUGUST	372	874972	874972
SEPTEMBER	373	842887	842887
OCTOBER	377	875493	875493
NOVEMBER	369	809990	809990
DECEMBER	380	714300	714300
TOTAL		N/A	10453779

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes

(☒) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes

(☒) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. .005 mg/l

(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME _____ YEAR ENDING 12/31/2004

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2004 was: \$ 3403.52

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME _____

YEAR ENDING 12/31/2004

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported
Estimated or Actual Federal Tax Liability31542.12
4731.32State Taxable Income Reported
Estimated or Actual State Tax Liability31542.12
1577.11

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE

3-31-05

DATE

Robert W. Carr

PRINTED NAME

President

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 04 2005

VERIFICATION

AZ Corporation Commission
Director Of Utilities

STATE OF Texas

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Polk</u>	
NAME (OWNER OR OFFICIAL) TITLE <u>Robert W. Carr, President</u>	
COMPANY NAME <u>Rainbow Parks, Inc.</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

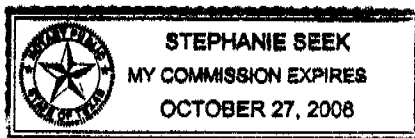
FOR THE YEAR ENDING

MONTH <u>12</u>	DAY <u>31</u>	YEAR <u>2004</u>
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:




Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 75623.40

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 0
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**


SIGNATURE OF OWNER OR OFFICIAL
936-327-8873
TELEPHONE NUMBER


SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 1 DAY OF

(SEAL)

MY COMMISSION EXPIRES 10-27-2008

COUNTY NAME <u>Polk</u>	
MONTH <u>April</u>	YEAR <u>2005</u>
 SIGNATURE OF NOTARY PUBLIC	

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

APR 4 2005

VERIFICATION

STATE OF ~~ARIZONA~~ ^{Texas}

AZ Corporation Commission
Director Of Utilities

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) <u>Polk</u>	
NAME (OWNER OR OFFICIAL) <u>Robert W Carr</u>	TITLE <u>President</u>
COMPANY NAME <u>Rainbow PARKS Inc.</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH <u>12</u>	DAY <u>31</u>	YEAR <u>2004</u>
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 75623.40

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 0
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Robert W Carr
SIGNATURE OF OWNER OR OFFICIAL

936-327-8873
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

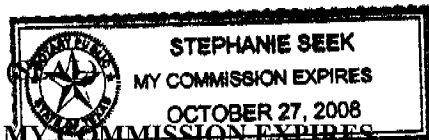
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

1

DAY OF

NOTARY PUBLIC NAME <u>Stephanie Seek</u>	
COUNTY NAME <u>Polk</u>	
MONTH <u>April</u>	.20 <u>05</u>



10-27-2008

X *Stephanie Seek*
SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2004) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

NORTH RANCH UTILITIES

Balance Sheet

As of December 2004

3/30/2005
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ASSETS

Current Assets		
Cash On Hand		
Cash - FNB (1389-7)	\$96,043.47	
Total Cash On Hand		\$96,043.47
ACCOUNTS RECEIVABLE		
Accounts Receivable	\$9,104.83	
Total ACCOUNTS RECEIVABLE		\$9,104.83
Property & Equipment		
Production plant costs		
Water system	\$260,290.29	
Sewer system	\$383,757.68	
Accumulated depreciation	(\$259,228.17)	
Total Production plant costs		\$384,819.80
Total ASSETS		<u>\$489,968.10</u>

LIABILITIES

Current Liabilities		
Sales Tax Payable	\$521.19	
Total Current Liabilities		\$521.19
Total LIABILITIES		\$521.19

EQUITY

Capital Stock		
Retained Earnings	\$481,107.08	
Current Year Earnings	\$8,339.83	
Total EQUITY		<u>\$489,446.91</u>
Total Liability & Equity		<u>\$489,968.10</u>

NORTH RANCH UTILITIES

Job Profit & Loss Statement

1/1/2004 through 12/31/2004

3/30/2005

Page 1

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Account Name	Selected Period	Year to Date
100 North Ranch Water		
Income		
Water revenues	\$71,883.89	\$71,883.89
Campground Revenues	\$3,448.76	\$3,448.76
Miscellaneous Income	\$32.13	\$32.13
Total Income	<u>\$75,364.78</u>	<u>\$75,364.78</u>
Cost of Sales		
Other operating supplies	\$450.68	\$450.68
Chemical costs	\$1,267.08	\$1,267.08
Total Cost of Sales	<u>\$1,717.76</u>	<u>\$1,717.76</u>
Expense		
Billing services	\$4,835.02	\$4,835.02
Refund on NR account	\$22.55	\$22.55
Equipment/other repairs	\$207.33	\$207.33
Office supplies	\$84.61	\$84.61
Billing supplies	\$110.95	\$110.95
Postage costs	\$426.93	\$426.93
Annual Report	\$510.42	\$510.42
Property taxes	\$3,099.57	\$3,099.57
Insurance	\$4,743.50	\$4,743.50
Depreciation	\$32,114.80	\$32,114.80
Utilities	\$10,541.70	\$10,541.70
Miscellaneous expenses	\$86.29	\$86.29
Interest expenses	\$60.91	\$60.91
Cell phone expense for Bob LaR	\$54.35	\$54.35
Bank Fees	\$33.35	\$33.35
Accounting fees	\$657.50	\$657.50
Bookkeeping	\$192.48	\$192.48
Payroll-Salaries	\$2,271.48	\$2,271.48
Nancy Brinton's Pay	\$381.73	\$381.73
Payroll-Taxes	\$207.52	\$207.52
Reimbursements for North Ranch	\$114.42	\$114.42
Total Expense	<u>\$60,757.41</u>	<u>\$60,757.41</u>
Other Expense		
Federal income tax expense	\$261.50	\$261.50
Total Other Expense	<u>\$261.50</u>	<u>\$261.50</u>
Net Profit (Loss)	<u>\$12,628.11</u>	<u>\$12,628.11</u>